

**CHINA SPECIALISED FIBRE HOLDINGS LTD:
WILL AIG PRIVATE BANK LTD END UP OWNING THIS COMPANY ?**

AIG Private Bank Ltd has petitioned the winding up of Gigalink Group Ltd.

If AIG Private Bank Ltd is successful, it could come to mean that AIG Private Bank Ltd will end up being the controlling shareholder of publicly listed [China Specialised Fibre Holdings Ltd](#) (Code: 285, Main Board, The Stock Exchange of Hongkong Ltd).

Because, according to **TOLFIN** (The Computerised Online Financial Intelligence Service and Web-based, Credit-Checking Provider), Gigalink Group Ltd is the legal (and, supposedly, the beneficial) owner of about 63 percent of the Issued and Fully Paid-Up Share Capital of China Specialised Fibre.

The Winding-Up Petition of AIG Private Bank Ltd follows a similar legal Action, lodged in the High Court of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC), this month, by Pacific Finance (Hongkong) Ltd.

On June 8, 2004, China Specialised Fibre announced that Pacific Finance (Hongkong) Ltd had launched its Winding-Up Petition against the publicly listed company.

Getting back to AIG Private Bank Ltd, this company sued Gigalink Group Ltd and the former Chairman of China Specialised Fibre, Mr Chen Shun Li, for \$US2,688,511.45 (nearly \$HK21 million) on February 7, 2003, according to **TOLFIN**.

Mr Chen Shun Li was replaced by Mr Cai Chao as Chairman of China Specialised Fibre on January 28, 2004, following a spate of legal Actions, launched at Mr Chen Shun Li from various quarters.

That amount of money, AIG Private Bank Ltd alleged, was a Revolving Credit Facility, granted to Gigalink Group *'by way of a Letter of Credit signed by the 1st Defendant (Gigalink Group) on 27 September 2002 and a Pledge and Assignment Agreement signed by the 1st Defendant on 9 July 2002 ...'*

Mr Chen Shun Li, it was alleged in the Indorsement of Claim, attached to High Court Action Number 505 of 2003, was the guarantor of the loan, made available to Gigalink Group.

Another problem for Mr Chen Shun Li is the matter of a Bankruptcy Petition, launched by Sun Hung Kai Investment Services Ltd on January 8, 2004.

Sun Hung Kai Investment Services sued Mr Chen Shun Li and Gigalink Group Ltd for about \$HK4.06 million on January 17, 2003, according to **TOLFIN**.

There have been so many claims against Mr Chen Shun Li and/or companies, under his obviously clipped financial wings, that it would be too onerous to list them all.

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